

ORDINANCE NO. 18- 07

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF COMMERCE, TEXAS, AMENDING ORDINANCE NO. 17-13 ADOPTING THE 2017 – 2018 BUDGET OF THE CITY OF COMMERCE, AND PROVIDING FOR THE APPROVAL OF THE AMENDMENTS SET FORTH IN EXHIBIT A, SUCH AMENDMENTS BEING FOR MUNICIPAL PURPOSES; AND PROVIDING FOR AN EFFECTIVE DATE.

WHEREAS, the City Council adopted a fund-level budget for Fiscal Year 2017 - 2018;

WHEREAS, circumstances have arisen during the fiscal year which have, or will require the expenditure of additional funds in some of the line items of the budget, and for which there is more than adequate funding in the line items of the budget; and

WHEREAS, Section 26.4a of the City Charter allows for the adoption or amendment of a budget or the assessment of levy of taxes to be approved on the first reading; and

WHEREAS, the City Council finds the amendments in the funds identified in Exhibit A are reasonable, necessary, and for municipal purposes;

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF COMMERCE, TEXAS AS FOLLOWS:

SECTION 1. FINDINGS. The City Council finds the statements made in the preamble above are true.

SECTION 2. BUDGET AMENDMENTS. The City Council approves the budget amendments in the attached Exhibit A, a copy of which is incorporated herein for all purposes.

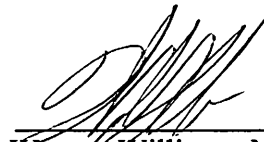
SECTION 3. EFFECTIVE DATE. This Ordinance shall take effect immediately from and after its passage.

PASSED AND APPROVED on the first reading at a regular meeting of the City Council of the City of Commerce, Texas on this the 18th day of September, 2018.

ATTEST:

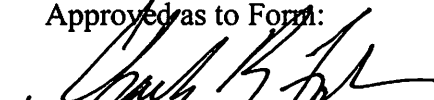
CITY OF COMMERCE:


Molly Jacobsen, City Secretary


Wyman Williams, Mayor

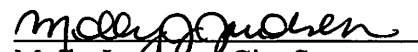
(seal)

Approved as to Form:


Patricia Adams, City Attorney

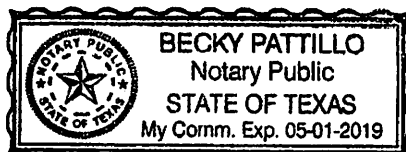
I, Molly Jacobsen, City Secretary of the City of Commerce, Texas, do hereby certify that the above is a true and correct copy of a Resolution, and that the same has not been repealed and is in full force and effect.

(Seal)


Molly Jacobsen, City Secretary

Sworn to and subscribed before me, on this the 19th day of September 2018 to certify which witness my hand and seal of office.

(Seal)



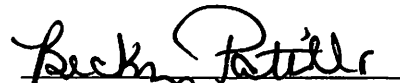

Notary Public, State of Texas

EXHIBIT A

(see Amended Budget Document)

FUND 02 - WATER FUND	FY 2018 ADOPTED BUDGET	FY 2018 AMENDED BUDGET	CHANGE IN BUDGET (DECREASE)/INCREASE
RESOURCES			
Beginning Balance	\$ 2,014,697	\$ 2,014,697	
License & Permits	\$ 5,500	\$ 11,160	
Charges for Services	\$ 1,723,655	\$ 1,736,672	
Rents & Leases	\$ 24,824	\$ 23,413	
Misc. Revenue	\$ 2,800	\$ 12,272	
Cooper Lake	\$ 360,000	\$ 340,727	
TOTAL REVENUES	\$ 2,116,779	\$ 2,124,245	
TOTAL AVAILABLE FUNDS	\$ 4,131,476	\$ 4,138,942	
EXPENDITURES			
Water Production	\$ 1,891,911	\$ 2,118,853	\$ 226,942
Water Distribution	\$ 282,398	\$ 652,716	\$ 370,317
TOTAL APPROPRIATIONS	\$ 2,174,309	\$ 2,771,568	\$ 597,259
ENDING BALANCE	\$ 1,957,168	\$ 1,367,374	
AVAILABLE FOR RESERVE	90%	49%	

The increase in expenses to the Water fund are greatly related to necessary plant repairs that were required by TCEQ. These repairs included replacing gear box and motor for Clarifier #1, and replacing the filter media in 3 of the 6 filters. In addition to these repairs we also had 4 major leaks on the Horton gathering line and 3 major leaks on the lake transmission line

FUND 03 - WASTEWATER FUND	FY 2018 ADOPTED BUDGET	FY 2018 AMENDED BUDGET	CHANGE IN BUDGET (DECREASE)/INCREASE
RESOURCES			
Beginning Balance	\$ 1,756,729	\$ 1,756,729	
License & Permits	\$ 3,000	\$ 4,385	
Charges for Services	\$ 2,842,000	\$ 2,696,432	
Misc. Revenue	\$ 1,000	\$ 103,785	
TOTAL REVENUES	\$ 2,846,000	\$ 2,804,602	
TOTAL AVAILABLE FUNDS	\$ 4,602,729	\$ 4,561,331	
EXPENDITURES			
Wastewater Treatment	\$ 1,031,183	\$ 1,080,000	\$ 48,816
Wastewater Collection	\$ 208,078	\$ 703,182	\$ 495,104
Solid Waste Collection	\$ 904,500	\$ 1,052,302	\$ 147,802
TOTAL APPROPRIATIONS	\$ 2,143,761	\$ 2,835,484	\$ 691,723
ENDING BALANCE	\$ 2,458,967	\$ 1,725,847	
AVAILABLE FOR RESERVE	115%	61%	

The increase in expenses to Wastewater fund is related to Esculent Pumps motor and shafts had to be rebuilt twice. The depreciation expense was also excluded from the original budget.

FUND 05 - EQUIPMENT SERVICE FUND	FY 2018 ADOPTED BUDGET	FY 2018 AMENDED BUDGET	CHANGE IN BUDGET (DECREASE)/INCREASE
RESOURCES			
Beginning Balance	\$ 967,337	\$ 967,337	
Rents & Leases	\$ 155,000	\$ 147,371	
Misc. Revenue	\$ -	\$ 333	
Other Financing Sources	\$ -	\$ 3,416	
TOTAL REVENUES	\$ 155,000	\$ 151,120	
TOTAL AVAILABLE FUNDS	\$ 1,122,337	\$ 1,118,458	
EXPENDITURES			
Capital Outlay Equipment	\$ 102,000	\$ 201,379	\$ 99,379
TOTAL APPROPRIATIONS	\$ 102,000	\$ 201,379	\$ 99,379
ENDING BALANCE	\$ 1,020,337	\$ 917,079	
AVAILABLE FOR RESERVE	1000%	455%	

The increase in expenses to Equipment Service fund is related to Depreciation Expense was excluded from original budget

FUND 06 - DEBT SERVICE FUND	FY 2018 ADOPTED BUDGET	FY 2018 AMENDED BUDGET	CHANGE IN BUDGET (DECREASE)/INCREASE
RESOURCES			
Beginning Balance	\$ 61,193	\$ 61,193	
Taxes	\$ 607,561	\$ 603,348	
Misc. Revenue	\$ -	\$ 165	
Other Financing Sources	\$ -	\$ 515,764	
TOTAL REVENUES	\$ 607,561	\$ 1,119,277	
TOTAL AVAILABLE FUNDS	\$ 668,754	\$ 1,180,470	
EXPENDITURES			
Misc. Expenses	\$ 604,371	\$ 606,727	\$ 2,356
TOTAL APPROPRIATIONS	\$ 604,371	\$ 606,727	\$ 2,356
ENDING BALANCE	\$ 64,383	\$ 573,743	
AVAILABLE FOR RESERVE	11%	95%	

The increase in expenses to Debt Service fund is related the omittance of the Paying Agent Fee for our bonds from the original budget numbers

FUND 07 - GRANT FUND	FY 2018 ADOPTED BUDGET	FY 2018 AMENDED BUDGET	CHANGE IN BUDGET (DECREASE)/INCREASE
RESOURCES			
Beginning Balance	\$ 406	\$ 406	
Grant Revenue	\$ -	\$ 370,174	
Misc. Revenue	\$ -	\$ 2,915	
TOTAL REVENUES	\$ -	\$ 373,089	
TOTAL AVAILABLE FUNDS	\$ 406	\$ 373,495	
EXPENDITURES			
TAP Sidewalk Grant	\$ -	\$ 358,490	\$ 358,490
Centennial Park Grant	\$ -	\$ -	\$ -
TOTAL APPROPRIATIONS	\$ -	\$ 358,490	\$ 358,490
ENDING BALANCE	\$ 406	\$ 15,005	
AVAILABLE FOR RESERVE	#DIV/0!	4%	

The increase in expenses to Grant fund is related a change in Accounting Practices.
After previous audit accurate accounting practices have been put in place after the budget had been adopted.

FUND 11 - AIRPORT FUND	FY 2018 ADOPTED BUDGET	FY 2018 AMENDED BUDGET	CHANGE IN BUDGET (DECREASE)/INCREASE
RESOURCES			
Beginning Balance	\$ 7,775	\$ 7,775	
Intergovernmental	\$ -	\$ 5,270	
Rentals & Leases	\$ 2,000	\$ 1,355	
Charges for Services	\$ 48,500	\$ 106,593	
Misc. Revenue	\$ 1,585	\$ 1,358	
Other Financing Sources	\$ 20,000	\$ -	
TOTAL REVENUES	\$ 72,085	\$ 114,575	
TOTAL AVAILABLE FUNDS	\$ 79,860	\$ 122,350	
EXPENDITURES			
Airport Expenses	\$ 60,575	\$ 120,386	\$ 59,811
TOTAL APPROPRIATIONS	\$ 60,575	\$ 120,386	\$ 59,811
ENDING BALANCE	\$ 19,285	\$ 1,964	
AVAILABLE FOR RESERVE	32%	2%	

The increase in expenses to Airport fund is due an increase in fuel purchases and reallocation of expenses from Community Dev

FUND 14 - RECREATION FUND	FY 2018 ADOPTED BUDGET	FY 2018 AMENDED BUDGET	CHANGE IN BUDGET (DECREASE)/INCREASE
RESOURCES			
Beginning Balance	\$ 44,339	\$ 44,339	
Charges for Services	\$ 61,000	\$ 56,817	
Misc. Revenue	\$ 13,075	\$ 3,835	
Other Financing Sources	\$ -	\$ 8,157	
TOTAL REVENUES	\$ 74,075	\$ 60,651	
TOTAL AVAILABLE FUNDS	\$ 118,414	\$ 104,990	
EXPENDITURES			
Recreation Expenses	\$ 74,000	\$ 97,699	\$ 23,699
TOTAL APPROPRIATIONS	\$ 74,000	\$ 97,699	\$ 23,699
ENDING BALANCE	\$ 44,414	\$ 7,291	
AVAILABLE FOR RESERVE	60%	7%	

The increase in expenses to Recreation Fund is due to an increase in seasonal staffing for an increase in supervision
The increase in seasonal staff decreased the overtime expense in the General Fund for the Fulltime staff.
There was also an increase in Baseball expense due to the purchase of new equipment in order to comply with new safety standards.

FUND 32 - MUNICIPAL COURT TECHNOLOGY FUND	FY 2018 ADOPTED BUDGET	FY 2018 AMENDED BUDGET	CHANGE IN BUDGET (DECREASE)/INCREASE
RESOURCES			
Beginning Balance	\$ 29,292	\$ 29,292	
Fines & Forfeits	\$ 2,000	\$ 1,633	
TOTAL REVENUES	\$ 2,000	\$ 1,633	
TOTAL AVAILABLE FUNDS	\$ 31,292	\$ 30,925	
EXPENDITURES			
Maintenance - Equipment	\$ -	\$ 2,119	\$ 2,119
TOTAL APPROPRIATIONS	\$ -	\$ 2,119	\$ 2,119
ENDING BALANCE	\$ 31,292	\$ 28,807	
AVAILABLE FOR RESERVE	#DIV/0!	1360%	

The increase in expenses to Mun Court Tech Fund is due to the purchase of 3 new computers to be used in the court.

FUND 40 - EMPLOYEE TRUST FUND	FY 2018 ADOPTED BUDGET	FY 2018 AMENDED BUDGET	CHANGE IN BUDGET (DECREASE)/INCREASE
RESOURCES			
Beginning Balance	\$ 93,926	\$ 93,926	
Taxes	\$ 617,217	\$ 667,784	
Miscellaneous Revenue	\$ 400	\$ 630	
TOTAL REVENUES	\$ 617,217	\$ 667,784	
TOTAL AVAILABLE FUNDS	\$ 711,143	\$ 761,710	
EXPENDITURES			
Personnel Services	\$ 600,000	\$ 678,827	\$ 78,827
TOTAL APPROPRIATIONS	\$ 600,000	\$ 678,827	\$ 78,827
ENDING BALANCE	\$ 111,143	\$ 82,883	
AVAILABLE FOR RESERVE	19%	12%	

The increase in expenses to Employee Trust Fund is due to the under estimation of Insurance expense